LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7807 NOTE PREPARED: Jan 11, 2005

BILL NUMBER: SB 467 BILL AMENDED:

SUBJECT: Personalized License Plates.

FIRST AUTHOR: Sen. Miller BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill specifies the procedure for imposing restrictions on the issuance of a personalized license plate (PLP). It requires the Bureau of Motor Vehicles (BMV) to issue PLPs for 2006 and 2007 in certain circumstances. The bill repeals and relocates an Indiana Code provision concerning renewal of PLPs.

Effective Date: July 1, 2005.

Explanation of State Expenditures: The proposal requires the BMV to determine who were issued a PLP in 2003, but were not issued the same plate for 2004 or 2005. In addition, the BMV will contact PLP holders to inquire if they desire the same PLP for CY 2006 that was not issued in CY 2004 or CY 2005. This will require time on the part of BMV personnel to determine these individuals. However, the number of such individuals is not expected to be large. The fund affected is the Motor Vehicle Highway Account which supports the BMV.

Explanation of State Revenues: It is not clear how the requirements of this proposal will impact the issuance of PLPs in CY 2006 and CY 2007. Likely, it will depend upon the reason(s) why the person(s) did not receive a PLP for CY 2004 and CY 2005. For example, a person may not have received the requested PLP, but purchased another PLP in its place; therefore, the number of PLPs issued would not have increased.

Background Information: The fee for a PLP is \$48, with \$30 split between the two major political parties, while \$7 is deposited into the Motor Vehicle Highway Account, \$7 is deposited into the State License Branch Fund, and \$4 is deposited into the Crossroads 2000 Fund. The sales of PLPs over the last five years has averaged 45,917 per year. Total annual revenue from the sales of PLPs has averaged approximately \$2.2 M

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per year.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles.

Local Agencies Affected:

Information Sources: Cash Audit Report for CY 1999 through CY 2003.

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